

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7196

BILL NUMBER: HB 1958

DATE PREPARED: Jan 1, 1999

BILL AMENDED:

SUBJECT: Broadcast of intercollegiate athletic competitions.

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FUNDS AFFECTED: ☒ **GENERAL**
☒ **DEDICATED**
FEDERAL

IMPACT: State & Local

Summary of Legislation: (A) This bill prohibits a state educational institution from entering into a contract for the broadcast of an intercollegiate athletic competition involving athletes enrolled at the institution if the broadcast is not generally available throughout Indiana. (B) It allows an individual resident of Indiana to file an action in court to determine if a contract violates the statute. (C) It provides that if the court finds a contract violates the statute, the state educational institution must pay all monetary consideration received from the contract to the auditor of state for deposit in the common school fund.

Effective Date: July 1, 1999.

Explanation of State Expenditures: Provision A would likely be limited to Indiana University, Purdue University, Ball State University, Indiana State University and the University of Southern Indiana. In addition, the Indiana University Purdue University at Indianapolis now has Division I basketball and could be affected in future years if it secures any local television contracts.

The financial effect of Provision A would be indeterminable. University representatives report that since not all games have statewide interest, they might need to pay local television and radio stations to broadcast the games statewide. This would offset revenue from these contracts and potentially affect whether games are broadcast or not.

Provision B may increase filings of civil actions. The filing fee for civil actions is \$100. Of this fee, 70% or \$70 is deposited in the State General Fund if the case is filed in a trial court. If a civil case is filed in a city or town court (providing the court has jurisdiction), the State General Fund receives 55% of the \$100 filing fee.

Explanation of State Revenues: Depending on the findings of a court if a civil action were filed, Provision C could increase the revenues that are deposited into the Common School Fund.

The amount that Universities receive in broadcasting revenues was not available. This portion of the fiscal note will be updated when this information becomes available.

Explanation of Local Expenditures: Provision B: Additional filings under this specific cause of action will have an indeterminable impact on the caseloads of trial or city and town courts. The operating expenses of the trial courts are paid by the County General Fund. The expenses of the city and town courts are paid by the General Fund of the city or town in which the court is located.

Explanation of Local Revenues: If a case is filed in a trial court, the County General Fund receives 27% or \$27 of the filing fee. The other 3% or \$3 is deposited in the General Fund of the cities and towns maintaining a law enforcement agency that prosecutes at least 50% of its ordinance violations in a circuit, superior, county or municipal court located in the county. If the case is filed in a city or town court (providing the court has jurisdiction), the County General Fund receives 20% while the city or town General Fund receives 25%.

State Agencies Affected: Indiana University, Purdue University, Ball State University, Indiana State University and the University of Southern Indiana.

Local Agencies Affected: Courts of record and some city and town courts.

Information Sources: Mike Morrison, Ball State University, Marilyn Schultz, Indiana State University.